

# State Controller

Analyst: Castro

## Historical Summary

<b>OPERATING BUDGET</b>	<b>FY 2007 Total App</b>	<b>FY 2007 Actual</b>	<b>FY 2008 Approp</b>	<b>FY 2009 Request</b>	<b>FY 2009 Gov Rec</b>
<b>BY PROGRAM</b>					
Administration	530,200	474,800	496,000	510,200	520,600
Statewide Accounting	3,449,800	3,412,200	3,529,200	3,628,400	3,684,000
Statewide Payroll	3,544,600	2,813,000	2,987,800	3,068,400	3,114,200
Computer Center	7,420,800	7,149,800	6,467,100	8,665,900	8,811,500
<b>Total:</b>	<b>14,945,400</b>	<b>13,849,800</b>	<b>13,480,100</b>	<b>15,872,900</b>	<b>16,130,300</b>
<b>BY FUND CATEGORY</b>					
General	7,192,000	6,367,400	7,013,000	7,167,000	7,278,800
Dedicated	7,753,400	7,482,400	6,467,100	8,705,900	8,851,500
<b>Total:</b>	<b>14,945,400</b>	<b>13,849,800</b>	<b>13,480,100</b>	<b>15,872,900</b>	<b>16,130,300</b>
Percent Change:		(7.3%)	(2.7%)	17.8%	19.7%
<b>BY OBJECT OF EXPENDITURE</b>					
Personnel Costs	7,603,600	6,331,800	7,252,200	7,554,900	7,813,300
Operating Expenditures	7,186,000	7,320,400	6,087,600	7,828,300	7,828,300
Capital Outlay	155,800	197,600	140,300	489,700	488,700
<b>Total:</b>	<b>14,945,400</b>	<b>13,849,800</b>	<b>13,480,100</b>	<b>15,872,900</b>	<b>16,130,300</b>
Full-Time Positions (FTP)	99.85	99.85	99.00	98.00	98.00

## Department Description

The State Controller is one of seven statewide elected officials in Idaho. The State Controller's Office is organized into four divisions: (1) Administration; (2) Statewide Accounting; (3) Statewide Payroll; and (4) the Computer Center.

The Division of Administration includes the State Controller and central support employees.

The Division of Statewide Accounting is responsible for maintaining the state's accounting system, referred to as STARS (Statewide Accounting and Reporting System), and preparing statewide and agency-specific financial reports.

The Division of Statewide Payroll is responsible for paying and keeping personnel and payroll records for over 24,000 state employees on a bi-weekly basis. It accomplishes this through the Employee Information System (EIS), which consists of three major components: 1) Position Control; 2) Personnel; and 3) Payroll. The division is also responsible for all garnishment processing, tax reporting, interfacing with the Division of Statewide Accounting, and electronic fund transfers with major vendors associated with the payroll system.

The Computer Center maintains the state's central computer, and provides information technology services to all user state agencies.

[Statutory Authority: Idaho Code §67-1001 et seq.]

# State Controller

## Comparative Summary

Analyst: Castro

Decision Unit	Agency Request			Governor's Rec		
	FTP	General	Total	FTP	General	Total
<b>FY 2008 Original Appropriation</b>	<b>99.00</b>	<b>7,013,000</b>	<b>13,480,100</b>	<b>99.00</b>	<b>7,013,000</b>	<b>13,480,100</b>
Reappropriation	0.00	799,500	1,070,500	0.00	799,500	1,070,500
1. Increased Spending Authority	0.00	0	1,700,000	0.00	0	1,700,000
<b>FY 2008 Total Appropriation</b>	<b>99.00</b>	<b>7,812,500</b>	<b>16,250,600</b>	<b>99.00</b>	<b>7,812,500</b>	<b>16,250,600</b>
Non-Cognizable Funds and Transfers	(1.00)	0	0	(1.00)	0	0
<b>FY 2008 Estimated Expenditures</b>	<b>98.00</b>	<b>7,812,500</b>	<b>16,250,600</b>	<b>98.00</b>	<b>7,812,500</b>	<b>16,250,600</b>
Removal of One-Time Expenditures	0.00	(1,128,900)	(1,510,800)	0.00	(1,128,900)	(1,510,800)
Base Adjustments	0.00	0	0	0.00	0	0
<b>FY 2009 Base</b>	<b>98.00</b>	<b>6,683,600</b>	<b>14,739,800</b>	<b>98.00</b>	<b>6,683,600</b>	<b>14,739,800</b>
Benefit Costs	0.00	106,200	235,500	0.00	106,200	235,500
Replacement Items	0.00	44,400	489,700	0.00	43,400	488,700
Statewide Cost Allocation	0.00	2,000	700	0.00	2,000	700
Annualizations	0.00	1,300	1,300	0.00	1,300	1,300
Change in Employee Compensation	0.00	29,500	65,900	0.00	142,300	324,300
<b>FY 2009 Program Maintenance</b>	<b>98.00</b>	<b>6,867,000</b>	<b>15,532,900</b>	<b>98.00</b>	<b>6,978,800</b>	<b>15,790,300</b>
1. Statewide Accounting System Upgrades	0.00	300,000	300,000	0.00	300,000	300,000
2. Accounting Payroll Conference	0.00	0	40,000	0.00	0	40,000
<b>FY 2009 Total</b>	<b>98.00</b>	<b>7,167,000</b>	<b>15,872,900</b>	<b>98.00</b>	<b>7,278,800</b>	<b>16,130,300</b>
Change from Original Appropriation	(1.00)	154,000	2,392,800	(1.00)	265,800	2,650,200
% Change from Original Appropriation		2.2%	17.8%		3.8%	19.7%

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Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
<b>FY 2008 Original Appropriation</b>	99.00	7,013,000	6,467,100	0	13,480,100

## Reappropriation

Reappropriation authority, also known as carryover, allows unspent funds from the prior fiscal year to be carried over and spent in the current fiscal year. Those moneys are then removed as one-time expenditures before calculating the next year's base. Carryover requires specific legislative authorization and must be approved every year.

Agency Request	0.00	799,500	271,000	0	1,070,500
Governor's Recommendation	0.00	799,500	271,000	0	1,070,500

## 1. Increased Spending Authority

## Computer Center

The Computer Center is requesting an additional \$1,700,000 in operating expenditure spending authority due to increased usage of the services that the Computer Center provides to other state agencies. The Computer Center bills state agencies directly for services provided and all revenue is deposited into a dedicated fund for operations purposes. In FY 2008, with the addition of ITD's mainframe system, DHW's EPICS and Vista systems along with various state agencies requesting SCO to host their e-mail systems the division has generated a increased revenue in fees as well as an increase in expenses for increase in business. This supplemental is to cover expected expenditures for FY 2008 based on the changes in the SCO business landscape. [Ongoing]

Agency Request	0.00	0	1,700,000	0	1,700,000
Governor's Recommendation	0.00	0	1,700,000	0	1,700,000

## FY 2008 Total Appropriation

Agency Request	99.00	7,812,500	8,438,100	0	16,250,600
Governor's Recommendation	99.00	7,812,500	8,438,100	0	16,250,600

## Non-Cognizable Funds and Transfers

Agency Request	(1.00)	0	0	0	0
Governor's Recommendation	(1.00)	0	0	0	0

## FY 2008 Estimated Expenditures

Agency Request	98.00	7,812,500	8,438,100	0	16,250,600
Governor's Recommendation	98.00	7,812,500	8,438,100	0	16,250,600

## Removal of One-Time Expenditures

Remove funding provided for one-time items.

Agency Request	0.00	(1,128,900)	(381,900)	0	(1,510,800)
Governor's Recommendation	0.00	(1,128,900)	(381,900)	0	(1,510,800)

## Base Adjustments

Shifts \$50,000 of spending authority to operating expenditures.

Agency Request	0.00	0	0	0	0
Governor's Recommendation	0.00	0	0	0	0

## FY 2009 Base

Agency Request	98.00	6,683,600	8,056,200	0	14,739,800
Governor's Recommendation	98.00	6,683,600	8,056,200	0	14,739,800

## Benefit Costs

Reflects \$2,075 per position or a 29% increase in employer-paid health insurance premiums from \$7,125 to \$9,200 per year. This increase is artificially inflated since the rates have been frozen for the last two years, with increases being covered from reserves.

Agency Request	0.00	106,200	129,300	0	235,500
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The Governor recommends funding the employer increase in health insurance, and does not remove the funding for their PERSI rate increase that was included in the request. Recently, the PERSI Board voted not to increase the contribution rate for the upcoming fiscal year. In addition, for this agency the Governor recommends that the Division of Human Resources (DHR) fee be reduced by 35% for classified positions, from 0.615% of gross salary to 0.4%, because it has been granted delegated authority by DHR.

Governor's Recommendation	0.00	106,200	129,300	0	235,500
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# State Controller

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Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
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## Replacement Items

ADMINISTRATION: 1 computer workstation (\$1,700), 2 desktop workstations (\$2,000), 5 flatscreen monitors (\$1,250), 1 printer (\$350).

STATEWIDE ACCOUNTING: 7 dual monitor computer workstations (\$12,075), 5 computer work stations for training room (\$5,000), 5 monitors (\$1,250), 1 heavy duty printer (\$3,000), 1 color printer (\$1,200), 1 wireless telephone for the Help Line (\$400).

STATEDWIDE PAYROLL: 5 computer workstations (\$5,000), 2 computer workstations (\$3,400), 7 monitors (\$1,750), 4 replacement PCs and monitors for training room (\$4,000), 2 printers (\$600), and 1 copier (\$400).

COMPUTER CENTER: 17 computer workstations (\$17,000), 17 flat screen monitors (\$4,250), 1 Local Area Network server (\$50,000), 1 direct access storage device (\$260,000), integrated facility for Linux (\$90,000), 2 network switches (\$24,000).

Agency Request	0.00	44,400	445,300	0	489,700
Governor's Recommendation	0.00	43,400	445,300	0	488,700

## Statewide Cost Allocation

This decision unit includes adjustments for services provided by state agencies as follow: (\$300) for Risk Management fees, \$900 for State Controller fees, and \$100 for State Treasurer fees.

Agency Request	0.00	2,000	(1,300)	0	700
Governor's Recommendation	0.00	2,000	(1,300)	0	700

## Annualizations

Annualizes the previous fiscal year's State Controller pay increase.

Agency Request	0.00	1,300	0	0	1,300
Governor's Recommendation	0.00	1,300	0	0	1,300

## Change in Employee Compensation

Agencies were instructed to input a CEC based on a 1% calculator.

Agency Request	0.00	29,500	36,400	0	65,900
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The Governor recommends a compensation increase of 5% to be distributed based on merit.

Governor's Recommendation	0.00	142,300	182,000	0	324,300
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## FY 2009 Program Maintenance

Agency Request	98.00	6,867,000	8,665,900	0	15,532,900
Governor's Recommendation	98.00	6,978,800	8,811,500	0	15,790,300

### 1. Statewide Accounting System Upgrades

### Statewide Accounting

This is the third and final phase of a three-year upgrade project to the statewide accounting system that should extend the useful life of the STARS system by 10 years. In FY 06 the accounts payable system and P-Card system were updated. In FY 07 the completion of the accounts payable system regarding reporting, audit, budgeting, and cash balance look-ups were finalized as well as the start of the procurement section was begun. In FY 08 the Controller's office is planning on completing the procurement system, and in FY 09 the \$300,000 is expected to be used to cover any agency requests. The Controller's office is expecting requests for a capital assets system, error correction, accounts receivable, or a fleet management system. [One-time]

Agency Request	0.00	300,000	0	0	300,000
Governor's Recommendation	0.00	300,000	0	0	300,000

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Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
2. Accounting Payroll Conference			Statewide Accounting, Statewide Payroll		
The agency is requesting \$40,000 in additional spending authority for receipts collected to cover the costs of the State Controller's annual Accounting and Payroll conference. State fiscal and human resources staff each year have an opportunity to meet collectively and get updates on system changes, policy issues, process changes, and national accounting or HR changes. The State Controller's Office is the host and coordinator for the conference and collects registration fees to cover the costs. In the past the State Controller fronted the costs from their General Fund budget and then collected fees to reimburse the cost to the General Fund; however, the conference has grown in size and entities like cities, counties, and school districts have joined in attendance so the Controller is requesting spending authority from the Miscellaneous Revenue fund to collect fees, track expenditures, and pay bills rather the reimburse the General Fund.					
Agency Request	0.00	0	40,000	0	40,000
Governor's Recommendation	0.00	0	40,000	0	40,000
FY 2009 Total					
Agency Request	98.00	7,167,000	8,705,900	0	15,872,900
Governor's Recommendation	98.00	7,278,800	8,851,500	0	16,130,300
Agency Request					
Change from Original App	(1.00)	154,000	2,238,800	0	2,392,800
% Change from Original App	(1.0%)	2.2%	34.6%		17.8%
Governor's Recommendation					
Change from Original App	(1.00)	265,800	2,384,400	0	2,650,200
% Change from Original App	(1.0%)	3.8%	36.9%		19.7%